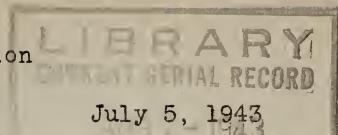


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WAR FOOD ADMINISTRATION
Food Distribution Administration
Washington 25, D. C.



July 5, 1943

DIRECTOR'S MEMORANDUM NO. 58

Lend-Lease Revolving Fund

Sometime ago the Lend-Lease Administration allocated \$500,000,000 to the Department of Agriculture for use by FDA-FSCC in procuring and managing the stockpile of commodities from which Defense Aid Requisitions are to be filled. On June 30, 1943, OLLA and FDA-FSCC agreed to the conditions on which this earlier allocation may be used. In effect this fund, dollar for dollar, will displace Commodity Credit Corporation funds hitherto used in the GCP Program.

Dollar for dollar, this fund will be treated the same as other funds such as the TEP Fund. FSCC will hold the legal title to the whole inventory and manage it as heretofore. The beneficial interests in the inventory and other program assets will be undivided interests proportional to the capital amounts of the funds.

Full operating control is vested in FDA-FSCC. Subject to fulfillment of the direct claims of the several funds, FDA-FSCC is authorized, as heretofore, to release commodities under supply programs such as those of Section 32; Emergency Supplies for Territories and Possessions; Refugee Relief; Emergency Fund, Territories and Island Possessions; Caribbean Program; The Red Cross; and the War and Navy Departments.

The agreement adopts the Invoicing Policy and Procedure set forth in Director's Memorandum No. 27, Revision 1. The FDA agrees to supply current accounting and property records. Through the Deputy Director in charge, the Chief of the Transportation and Warehousing Branch will furnish copies of the monthly Report on Inventory and Availability to the Lend-Lease Administration and to each other agency that has a participating interest in the stockpile. In the same way and to the same agencies, the Chief of the Finance and Accounts Division will send the reports and statements called for in the agreement.

This agreement provides that "all major policy matters in connection with the creation, operation and liquidation of the fund shall be jointly determined by the Lend-Lease Administration and by the Department of Agriculture." All such policy matter for FDA-FSCC will be handled exclusively by the Deputy Director in charge of procurement coordination. He also will direct procedure under the agreement. A similar provision is made as to legal matters. These, for our interests, will be exclusively in the hands of the Associate Solicitor assigned to FDA-FSCC.

The Chief of the Finance and Accounts Division will notify all concerned, from time to time, of all account symbols and other fiscal notations to be employed in contracts, contract abstracts, vouchers and other operating documents.

INDEX ENTRIES:

Lend-Lease Revolving Fund

Procurement

Lend-Lease Revolving Fund

Roy F. Hendrickson
Director

